

[Mr. C. S. Krishnaswami Aiyar.]

refining clay, for the ceramic industry and of the two industries, *viz.*, Clay Refining and Porcelain works being interdependent, the two industries are proposed to be started simultaneously. The porcelain manufactured will, besides satisfying the local needs, be able to meet the demands of the Pallivasal Hydro-Electric Works and the Drainage Scheme shortly to be launched into execution. The clay refining and porcelain factory will require an initial outlay of Rs 3 lakhs and provision to this extent has been made in the budget. This scheme when worked out will, it is hoped, relieve unemployment to some extent.

PALLIVASAL HYDRO-ELECTRIC PROJECT.

30. Considerable progress was made in the construction of the project during the current year. The levelling of the Power House site has been completed and the corner stone of the building was laid by His Highness the Maha Raja on 1st March 1935. It is hoped that the Power House will be completed by the end of September. The total expenditure on the Project during the current year is expected to be Rs 21 lakhs which, with the sum of Rs 5.51 lakhs spent in 1109 would bring the outlay on the scheme to Rs 26.51 lakhs. The work is expected to be completed by about the middle of next year and the revenue account started from 1112. It is hoped that the scheme will pay interest charges, depreciation, sinking fund and operation expenses when it reaches the normal period of operation. A sum of Rs 35.35 lakhs will be required to finance this undertaking during the course of 1111.

TRIVANDRUM ELECTRIC SUPPLY.

31. The total expenditure on the Trivandrum Electric Supply at the end of the current year is expected to stand at Rs 8.20 lakhs. The gross receipts for the year are expected to stand at Rs 2.16 lakhs, while the working expenses are expected to amount to Rs 1.03 lakhs, leaving a net receipt of Rs 1.13 lakhs. Out of this a sum of Rs .44 of a lakh is earmarked for interest charges, after making an allowance of Rs 46,500 for Depreciation and of Rs 23,000 for Reserve Funds.

QUILON ELECTRIC SUPPLY.

32. The Capital Expenditure on the Quilon Electric Supply at the end of the current year is expected to be Rs 2.17 lakhs. The supply was inaugurated in Kauni last and since then the undertaking has been making steady progress. The gross receipts during the current year are expected to be Rs 28,000 and the working expenses Rs 25,000, leaving a balance of approximately Rs 3,000. In view of the increased demand that is anticipated in Quilon,